

The Board of Public Works met in the offices of the Board, Union Trust Building, Baltimore, Maryland, on Monday, June 2, 1941.

There were present: Herbert R. O'Connor, Governor
J. Millard Tawes, Comptroller
Hooper S. Miles, Treasurer

The Board met for the purpose of considering the bids received by the State Roads Commission for the \$1,200,000.00 Chesapeake Bay Ferry Revenue % Bonds of 1941, to be issued under the provisions of Chapter 856 of the Acts of 1941, covering the acquisition of The Claiborne-Annapolis Ferry Company's assets by the State of Maryland.

The State Roads Commission received four bids, or proposals, for the purchase of the bonds, at a meeting held by the Commission at twelve, noon, June 2, 1941, for the purpose of opening bids for these bonds in accordance with resolutions previously adopted and advertisements of the bonds for sale. The bids received by the State Roads Commission were as follows:

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| 1- Smith, Barney & Company, and Associates, 1 $\frac{1}{2}$ % coupon rate, | \$1,216,852.80 |
| 2- Alex. Brown & Sons, and Associates, 1 $\frac{1}{2}$ % coupon rate, | 1,216,788.00 |
| 3- First Boston Corporation, 1 3/4% coupon rate, | 1,218,408.00 |
| 4- Shields & Company, and Associates, 1 3/4% coupon rate, | 1,202,252.00. |

The bid of Smith, Barney & Company, and Associates, proved to be the best offer received for the bonds and accordingly the State Roads Commission decided upon the acceptance of that bid, subject to the approval of the Board of Public Works, the bid of Smith, Barney & Company, and Associates, being as follows:

SMITH, BARNEY & COMPANY
14 Wall Street, New York

June 2, 1941

The State Roads Commission of Maryland
Federal Reserve Building
Baltimore, Md.

For all but no part of the following described, legally issued, properly executed obligations of The State Roads Commission of Maryland, namely \$1,200,000 Chesapeake Bay Ferry Revenue Bonds of 1941, to bear interest at the rate of 1 1/2% per annum, to be dated June 1, 1941, to mature each June 1

\$75,000 Bonds 1943	\$86,000 Bonds 1950
77,000 Bonds 1944	88,000 Bonds 1951
78,000 Bonds 1945	90,000 Bonds 1952
80,000 Bonds 1946	92,000 Bonds 1953
81,000 Bonds 1947	94,000 Bonds 1954
83,000 Bonds 1948	95,000 Bonds 1955
84,000 Bonds 1949	97,000 Bonds 1956

with the privilege of prior payment at the option of the State Roads Commission on June 1, 1942 or on any interest date thereafter at the principal amount and accrued interest plus a premium as follows:

- 5% if redeemed on June 1, 1942, or thereafter and prior to June 1, 1944;
4% if redeemed thereafter and prior to June 1, 1946;
3% if redeemed thereafter and prior to June 1, 1948;

2% if redeemed thereafter and prior to June 1, 1950;
1% if redeemed thereafter and prior to June 1, 1952;
and without premium if redeemed thereafter and before maturity.

Said bonds shall be in coupon form in the denomination of \$1000, registerable as to principal only or as to both principal and interest at the option of the holder, principal and semi-annual interest (June 1 and December 1) payable at the Baltimore National Bank, Baltimore, Maryland, and shall be as further described in the official notice of sale signed The State Roads Commission of Maryland, Ezra B. Whitman, Chairman, P. Watson Webb, Member and W. Frank Thomas, Member, as authorized by Chapter 856, Acts of 1941 of the Legislature of the State of Maryland, and as secured by resolutions of The State Roads Commission and a Trust Indenture to be executed by and between The State Roads Commission and The Baltimore National Bank, as Trustee, under date of June 1, 1941, we bid the sum of \$1,216,852.80, or \$101.4044 for each \$100 Bond and accrued interest from date of Bonds to date of delivery thereof.

It is understood that we will be furnished, without expense to us, at time of or prior to delivery of these Bonds, satisfactory legal opinion of Messrs. Marbury, Gosnell and Williams, Baltimore, Maryland, approving the validity of the Bonds, together with certified papers examined by them.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$24,000.00 payable to the "Treasurer of the State of Maryland". If this proposal is accepted, this check is to be retained as part payment for the above-mentioned \$1,200,000 Bonds; otherwise it is to be returned immediately to us.

This bid is for immediate acceptance.

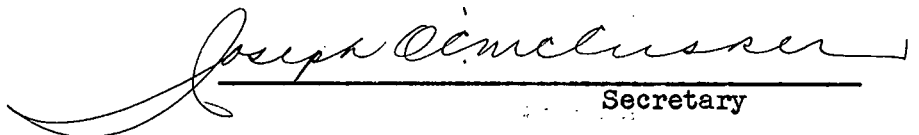
Very truly yours,

SMITH BARNEY & CO.
HARRIMAN RIPLEY & CO., INC.
PHELPS, FENN & CO.

By - Charles H. Baetjer (signed)

After due consideration, and believing that the offer made by Smith, Barney & Co., and Associates, for the purchase of the bonds was adequate, the Board of Public Works, upon motion of Mr. Miles, seconded by Mr. Tawes, unanimously voted to approve the acceptance of the offer and authorized the State Roads Commission to proceed with the sale of the bonds to Smith, Barney & Co., and Associates.

There being no further business, the meeting was adjourned.


Secretary